STATE OF CONNECTICUT

House of Representatives

General Assembly

File No. 723

January Session, 2013

House Bill No. 6586

House of Representatives, May 6, 2013

The Committee on Judiciary reported through REP. FOX, G. of the 146th Dist., Chairperson of the Committee on the part of the House, that the bill ought to pass.

AN ACT ELIMINATING THE FILING FEES ASSOCIATED WITH THE TERMINATION OR DISSOLUTION OF CERTAIN BUSINESS ENTITIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsection (a) of section 33-617 of the general statutes is
- 2 repealed and the following is substituted in lieu thereof (Effective
- 3 October 1, 2013):
- 4 (a) The Secretary of the State shall charge and collect the following
- 5 fees for filing documents and issuing certificates and remit them to the
- 6 Treasurer for the use of the state: (1) Filing application to reserve,
- 7 register, renew or cancel registration of corporate name, sixty dollars;
- 8 (2) filing transfer of reserved corporate name, sixty dollars; (3) filing
- 9 certificate of incorporation, including appointment of registered agent,
- one hundred dollars; (4) filing change of address of registered agent or
- 11 change of registered agent, fifty dollars; (5) filing notice of resignation
- 12 of registered agent, fifty dollars; (6) filing amendment to certificate of
- 13 incorporation, one hundred dollars; (7) filing restated certificate of
- 14 incorporation, one hundred dollars; (8) filing certificate of merger or

share exchange, sixty dollars; (9) filing certificate of correction, one hundred dollars; (10) filing certificate of surrender of special charter and adoption of general certificate of incorporation, one hundred dollars; (11) [filing certificate of dissolution, fifty dollars; (12)] filing certificate of revocation of dissolution, fifty dollars; [(13)] (12) filing annual report, one hundred fifty dollars except as otherwise provided in sections 33-953 and 33-954; [(14)] (13) filing application of foreign corporation for certificate of authority to transact business in this state and issuing certificate of authority, one hundred dollars; [(15)] (14) filing application of foreign corporation for amended certificate of authority to transact business in this state and issuing amended certificate of authority, one hundred dollars; [(16) filing application for withdrawal of foreign corporation and issuing certificate of withdrawal, one hundred dollars; (17)] (15) filing application for reinstatement, one hundred fifty dollars; [(18)] (16) filing a corrected annual report, one hundred dollars; and [(19)] (17) filing an interim notice of change of director or officer, twenty dollars.

- Sec. 2. Subsection (a) of section 33-1013 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective* 34 October 1, 2013):
- 35 (a) The Secretary of the State shall charge and collect the following 36 fees for filing documents and issuing certificates and remit them to the 37 Treasurer for the use of the state: (1) Filing application to reserve, 38 register, renew or cancel registration of corporate name, sixty dollars; 39 (2) filing transfer of reserved corporate name, sixty dollars; (3) filing a 40 certificate of incorporation, including appointment of registered agent, 41 twenty dollars; (4) filing change of address of registered agent or 42 change of registered agent, twenty dollars; (5) filing notice of 43 resignation of registered agent in duplicate, twenty dollars; (6) filing 44 certificate of amendment to certificate of incorporation, twenty dollars; 45 (7) filing restated certificate of incorporation, twenty dollars; (8) filing certificate of merger, twenty dollars; (9) filing certificate of correction, 46 47 twenty dollars; (10) filing certificate of surrender of special charter and 48 adoption of certificate of incorporation, twenty dollars; (11) [filing

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49 certificate of dissolution, twenty dollars; (12)] filing certificate of 50 revocation of dissolution, twenty dollars; [(13)] (12) filing annual 51 report, fifty dollars; [(14)] (13) filing application of foreign corporation 52 for certificate of authority to conduct affairs in this state and issuing 53 certificate of authority, forty dollars; [(15)] (14) filing application of 54 foreign corporation for amended certificate of authority to conduct 55 affairs in this state and issuing amended certificate of authority, forty 56 dollars; [(16) filing application for withdrawal of foreign corporation 57 and issuing certificate of withdrawal, forty dollars; (17)] (15) filing 58 certificate of reinstatement, including appointment of registered agent, 59 one hundred ten dollars; [(18)] (16) filing a corrected annual report, 60 fifty dollars; and [(19)] (17) filing an interim notice of change of 61 director or officer, twenty dollars.

- Sec. 3. Subsection (a) of section 34-38n of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2013*):
- 65 (a) The Secretary of the State shall receive, for filing any document 66 or certificate required to be filed under sections 34-10, 34-13a, 34-13e, 67 34-32, 34-32a, 34-32c, 34-38g and 34-38s, the following fees: (1) For 68 reservation or cancellation of reservation of name, sixty dollars; (2) for 69 a certificate of limited partnership and appointment of statutory agent, 70 one hundred twenty dollars; (3) for a certificate of amendment, one 71 hundred twenty dollars; (4) for a certificate of merger or consolidation, 72 sixty dollars; (5) [for a certificate of cancellation, sixty dollars; (6)] for a 73 certificate of registration, one hundred twenty dollars; [(7)] (6) for a 74 change of agent or change of address of agent, twenty dollars; [(8)] (7) 75 for a certificate of reinstatement, one hundred twenty dollars; and [(9)] 76 (8) for an annual report, twenty dollars.
- Sec. 4. Subsection (a) of section 34-112 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2013*):
- 80 (a) Fees for filing documents and issuing certificates: (1) Filing application to reserve a limited liability company name or to cancel a

reserved limited liability company name, sixty dollars; (2) filing transfer of reserved limited liability company name, sixty dollars; (3) filing articles of organization, including appointment of statutory agent, one hundred twenty dollars; (4) filing change of address of statutory agent or change of statutory agent, fifty dollars; (5) filing notice of resignation of statutory agent in duplicate, fifty dollars; (6) filing amendment to articles of organization, one hundred twenty dollars; (7) filing restated articles of organization, one hundred twenty dollars; (8) filing articles of merger or consolidation, sixty dollars; (9) [filing articles of dissolution by resolution, fifty dollars; (10)] filing articles of dissolution by expiration, fifty dollars; [(11)] (10) filing judicial decree of dissolution, fifty dollars; [(12)] (11) filing certificate of reinstatement, one hundred twenty dollars; [(13)] (12) filing application by a foreign limited liability company for certificate of registration to transact business in this state and issuing certificate of registration, one hundred twenty dollars; [(14)] (13) filing application of foreign limited liability company for amended certificate of registration to transact business in this state and issuing amended certificate of registration, one hundred twenty dollars; [(15) filing application for withdrawal of foreign limited liability company and issuing certificate of withdrawal, one hundred twenty dollars; (16)] (14) filing an annual report, twenty dollars; and [(17)] (15) filing an interim notice of change of manager or member, twenty dollars.

Sec. 5. Subsection (a) of section 34-413 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2013*):

(a) Fees for filing documents and processing certificates: (1) Filing application to reserve a registered limited liability partnership name or to cancel a reserved limited liability partnership name, sixty dollars; (2) filing transfer of reserved registered limited liability partnership name, sixty dollars; (3) filing change of address of statutory agent or change of statutory agent, fifty dollars; (4) filing certificate of limited liability partnership, one hundred twenty dollars; (5) filing amendment to certificate of limited liability partnership, one hundred twenty dollars;

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(6) [filing renunciation of status report, fifty dollars; (7)] filing 117 certificate of authority to transact business in this state, including appointment of statutory agent, one hundred twenty dollars; [(8)] (7) 119 filing amendment to certificate of authority to transact business in this state, one hundred twenty dollars; [(9) filing withdrawal of certificate of authority, one hundred twenty dollars; (10)] (8) filing an annual 122 report, twenty dollars; and [(11)] (9) filing statement of merger, sixty 123 dollars.

- 124 Sec. 6. Subsection (a) of section 34-509 of the general statutes is 125 repealed and the following is substituted in lieu thereof (Effective 126 *October 1, 2013*):
 - (a) The Secretary of the State shall charge and collect the following fees and remit them to the Treasurer for the use of the state: (1) For filing of an application for reservation of name, and application for renewal of reservation, or notice of transfer or cancellation of reservation pursuant to section 34-506, sixty dollars; (2) for filing of a certificate of trust, a certificate of amendment [,] or a restated certificate of trust, [or a certificate of cancellation,] one hundred twenty dollars; (3) for preparing and furnishing a copy of any certificate filed relating to a statutory trust: For each copy of each such document thereof regardless of the number of pages, forty dollars; for affixing his certification thereto, fifteen dollars; (4) for preparing and furnishing a certificate of existence or authorization, forty dollars; (5) for preparing and furnishing a certificate of existence or authorization reflecting any and all changes of name and the date or dates of filing thereof, eighty dollars; (6) for filing of a certificate of merger or consolidation, sixty dollars; and (7) for other services for which fees are not provided by the general statutes, the Secretary of the State may charge such fees as will in his judgment cover the cost of the services provided.

This act shall take effect as follows and shall amend the following sections:					
Section 1	October 1, 2013	33-617(a)			
Sec. 2	October 1, 2013	33-1013(a)			

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Sec. 3	October 1, 2013	34-38n(a)
Sec. 4	October 1, 2013	34-112(a)
Sec. 5	October 1, 2013	34-413(a)
Sec. 6	October 1, 2013	34-509(a)

JUD Joint Favorable

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 14 \$	FY 15 \$
Secretary of the State	GF - Potential	More than	More than
	Revenue Loss	400,000	400,000

Municipal Impact: None

Explanation

The bill, which would eliminate fees associated with the termination or dissolution of certain business entities, is anticipated to result in a potentially significant revenue loss for the Secretary of the State (SOTS).

During each of the last two calendar years, 2011 and 2012, the Secretary of the State processed approximately 10,000 transactions that would be impacted by the bill. The fees for terminations, dissolutions, and withdrawals range from \$20 to \$120 with an average of \$73.

Though the revenue loss to the SOTS is dependent upon both the number and type of affected transactions, it is anticipated to be greater than \$400,000 in both FY 14 and FY 15.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis HB 6586

AN ACT ELIMINATING THE FILING FEES ASSOCIATED WITH THE TERMINATION OR DISSOLUTION OF CERTAIN BUSINESS ENTITIES.

SUMMARY:

This bill eliminates fees for certain Connecticut and out-of-state business entities filing documents with the secretary of the state to terminate or dissolve the entity or cease doing business in the state. Specifically, the bill eliminates the following filing fees:

- 1. \$50 for a stock corporation's certificate of dissolution;
- 2. \$100 for an out-of-state stock corporation's withdrawal application and the secretary issuing a withdrawal certificate;
- 3. \$20 for a non-stock corporation's certificate of dissolution;
- 4. \$40 for an out-of-state non-stock corporation's withdrawal application and the secretary issuing a withdrawal certificate;
- 5. \$60 for a limited partnership's certificate of cancellation, including an out-of state certificate;
- 6. \$50 for a limited liability company's (LLC) articles of dissolution;
- 7. \$120 for an out-of-state LLC's certificate of withdrawal;
- 8. \$50 for a limited liability partnership's (LLP) renouncing its status as an LLP;
- 9. \$120 for an out-of-state LLP's withdrawal of certificate of authority; and

10. \$120 for a statutory trust's certificate of cancellation, including out-of-state statutory trusts.

By law, these entities must still file these documents with the secretary.

EFFECTIVE DATE: October 1, 2013

BACKGROUND

Related Bill

SB 1123, reported favorably by the Judiciary Committee, eliminates the \$20 annual report filing fee for limited partnerships and LLCs that file these reports with the secretary of the state electronically.

COMMITTEE ACTION

Judiciary Committee

Joint Favorable Yea 44 Nay 0 (04/19/2013)